G. R. S. 58]

Previous references.
42-13 Ss 1+2, 5 June 1914.
40-13 Ss 1+2. B July 1914

1914-15
(Banking)

File No. 34-14
Serial Nos. 1 and

Later references.
S. F. 70-15 Ss 1+2.
B. July 16.

GENERAL AND REVENUE SECRETARIAT.

Serial Nos. 1 and 2,

Part B for July 1915.

SUBJECT.

Annual Report on the working of the State Life Insurance Scheme during 1913-14.

Sl 1. From the Secy Insurance Committee, No. 3434 dated 14-5-15,
Submits the annual report in duplicate on the working of the State Life Insurance Scheme during 1913-14

G. R. S. 11] 1914-15

GENERAL AND REVENUE SECRETARIAT.

(Banking

NOTES.

File No. 34

FILE HEADING.

Annual report on the working of the State Life Insurance Scheme during 1913

From

The Secretary Insurance Committee

No. 3434 Dated 14.5.15 Received 19.5.15

Diary No. 4838	Enclos. 2 reports + cuts	Spare Copies. 1	Serial No. 1

BRIEF ABSTRACT OF LETTER.

Submits the annual report in duplicate on the working of the State Life Insurance Scheme during 1913-14

NOTES AND ORDERS.

1. A copy of the Audit report is also sent.

2. The noticeable features during the year are — 1. The Actuarial Valuation

NOTES—First Sheet.

Serial No.

of the Fund as at 30th June
The ~~Sepa~~ report was Separa
dealt with & orders passed.
2) The slight increase in
the percentage of the cost
management has owing to
the honorariums paid to
Actuary & other incidents
expenses connected with
Valuation.
3) There was an appreci
fall in plague mortal
during the year - being
5 deaths out of a total mor
of 74. But cholera accounted fo
13 deaths.
4) The Family Pension Fund w
dormant. The revision of the tab
easing conditions in certain direct
will, it is hoped, tend to remov
Depot remain held.
5) (1) Please ~~see~~ 2nd para of draft-ord
(2) Put up the file regarding the Retire
Report.
(a) Attended to & file sent.
(b) File re Actuary's report sent back
Asst Secy)

GPB—25,000—22-3-15

G. R. S. 12]

General and Revenue Secretariat. File No. of 191

Serial No.

7 Para 1 of the draft.---The figures 1120 & 531 ought to be 1220 and 931 respectively.

Para 3 The second sentence does not convey the idea expressed in para 5 (b) of the report.

Para 4--- 74 ought to be 84.
Rs. 73,125--4--0 ought to be
Rs. 73,125-14--4.

8. A/s will please submit correct and careful draft. It should also be explained why report should not be made against all concerned—

5/7

9. Asst. Comptd & Compld— Accounting Officer's also noted

15/7.

Dewan)

19/7

10. Draft approved by Dewan

25.7.15

11 Issue

27.7.15

To the Secy. Insurance Committee
" Controller
No. H 455-9 dt. 29.7.15
Reviews their report to which certain observations

OFFICE OF THE SECRETARY,
MYSORE STATE LIFE INSURANCE COMMITTEE,

No. 3434
Enc.

Bangalore, dated .....14th May.....1915 .
18-5-15.

FROM

Dewan Bahadur
J. S. CHAKRAVARTI, ESQ., M.A., F.R.A.S., etc.,
Secretary, Mysore State Life Insurance Committee,
Bangalore.

To

The Financial Secretary,
to the Government of
H. H. The Maharaja of Mysore.
Bangalore.

SIR,

With reference to your No. FL. 6400 dated/ 8th May 1915, I have the honor to submit herewith the Annual Report, in duplicate on the working of the Mysore State Life Insurance Scheme for the ye ending 30th June 1914. The delay was due to the report having to be verified in the light of the Auditors' Report and also to both the Annual and the Audit Report being passed by the Committee.

I have the honor to be
Sir,
Your Most Obedient Servan

Joint Secretary.

The remarks in the previous Audit Report regarding the imperfections in the Register of alphabetical index of insured still apply. The columns for "amount insured" and "amount of premium payable' are left blank but these columns seems to be not quite necessary for the purpose for which the Register is intended. The revision of the rules is said to be under consideration and it appears to be the intention of the Insurance Office to revise the form of this register.

9. Abstract register of insured according to age, if maintained as required by existing rules, will show the mortality experience of the Fund. There is now no record in the Office from which a mortality table could be drawn up when required. There may be no immediate need for such a Register but yet it is an essential record of an Insurance Office and deserves being maintained.

10. The following Registers were not found closed for the year 1913-14 even in January of the following year, the postings for the last two months being incomplete.

(a) Register of policies discharged by payment of bonus after the insured attained 55 years of age.

and
Other important/urgent work has delayed in taking up this. It would be brought up in the near future after the work of issuing the Reversionary Bonus Certificates is over, ~~finished~~.

If need be a mortality table can be readily prepared from the cards containing data for all policies issued up-to-date.

There appears no objection from the point of view of the Insurance Office, to accept this, if the Comptroller's Office could furnish the vouchers without -- affecting the procedure of that Office.

G.R.S. 28]

Revised draft

File No. 34

Serial No. 2

Diary No. of letter replied to 4958

Proceedings of the Government of His Highness the Maharaja of Mysore

GENERAL AND REVENUE SECRETARIAT.
(Banking)

the 191

READ—

Letter No 3434 dt 14-5-15 from the Secretary Insurance committee Submitting the report on the working of the State Life Insurance Scheme during 1913-14

Date of issue 29-7-15

Signed by W Narasimha

ORDER THEREON.—No.

order thereon

No H 458-9 dt 29-7-15

During the year 1220 proposals dealt with as against 1442 in the previous year & 931 policies were issued

over.

assuring a bonus of Rs 5-5-8 317 and involving a monthly premium of Rs 2098-8-0

2) The receipts of the fund during the year amounted to Rs 4 17 656-5-1 The balance at the credit of the fund which was Rs 26, 69, 231-5-3 at the beginning of the year stood at Rs 2945369 -10- 6 at the end of the year

3) Fifty four persons holding 105 policies assuring a bonus of Rs 73985-4-0 attained their 55th year during the year under review. The claims of thirty one of these have been discharged during the course of the year and the claims of 7 more are in the course of adjustment and the claims of the rest had not been tendered at the close of the year.

4) Including 84 death claims amounting to Rs 73125-14-4 discharged during the year 889 death claims for Rs 781 712-6-4 have been discharged since the inception of the fund.

GENERAL AND REVENUE SECRETARIAT.

(*Continuation sheet draft form.*)

5) The mortality from plag
has fallen, - only 5 deaths out o
total mortality of 74, being d
during the year
to it. Cholera however was res
-ble for 13 deaths.

6) The percentage of the cost o
management to the premia in
has risen from 2·31 in the previ
year to 3·27 in the year under
report - the increase being attri
to the payments made to the a
for the quinquennial Valuation
the fund. Excluding this item o
Special expenditure the percentag
co only 2·05.

7) The affairs of the fund as on 3
were examined & reported upon
by Mr T. G Markland, Actuar
The report was very favourab
and govt have already considere
and passed orders on it in G. O
No H 221-2/1340-13-2 dt 20-7-1914

8) There was only one addition

the membership of the Family
Pension Fund during the year
and at the close of the year
its funds stood at Rs 2 203-8-
Govt have in G.O No H 6405-6
/B.21-14-2 dd 8-5-1915 sanctioned
the preparation of certain new
tables which when introduced
are expected to make this fund
more popular

H Secretary
19/7/17

19/7/17

To the Secy State Life Assurance
Commissioner.

Comptroller.

were not also found closed. The difference between the Treasury Statements of premiums realised and the amount credited to the Fund in the Treasury Account for September 1913, is still awaiting reconciliation on account of delay in the receipt of replies from the Treasury. The absence of a definite rule as to the date within which the months accounts should be posted and agreed and the registers closed, added to the fact that it is though t necessary to keep a month's accounts open till all the differences are reconciled, account for the delay. It is therefore suggested that these registers be closed with a statement as shown below.

x x x x x x

Total receipts as per premium statements received from the Treasuries. ...	X
Difference to be accounted for as detailed in the Register of differences more less	± Y
Total as agreed with the figures of Comptroller's Office. ...	X ± Y

The differences noticed from month to month will then be noted in a register of differences and the amounts s
mated will be deducted from it and the net difference

to the Insurance Office where it will be audited and recorded as the office in which the charge is finally adjusted. It is learnt that while the original vouchers are audited in the Comptroller's Office, the duplicates are scrutinised in the Insurance Office. The above suggestion, if given effect to, will save the Treasury Accounts Branch of the need of checking vouchers for payment over which it exercises no control and will remove the present duplication of work.

11. The following were found to be common defects in the duplicate payee's receipts.

(a) The amount in the case of payee's who do not know English is not written in their own handwriting nor in vernacular.

(b) When the payee is able only to sign, the payment is not attested by witnesses.

(a & b) This does not appear to be indispensable. The payee knows before-hand what is the amount that he is to receive from the Treasury and the receipts are -- written up at his instance signed and presented for -- payment. There is always attestation by witnesses in case of thumb impressions.

12. Abstract Register of Receipts, and Abstract Register of Receipts and Expenditure.

For reasons explained in para 10 these registers

A copy of the Civil Account Code, Volume I was purchased on 30th August 1913 but the order of Government sanctioning the purchase is not noted in the Register and it is a question whether the Comptroller could exercise his powers of purchase of books as Insurance Secretary.

The Comptfoller has not exercised his powers as Comptroller. Sanction of the President for the purchas of the Code will now be obtained.

On 9th March 1914--Rs 10-2-0 was paid for binding 26 ledgers at 6 annas each and a Dictionary at 8 annas. The cost works to Rs 10-4-0 and not Rs 10-2-0.

There has been a mistake in entering the total and it has been since rectified.

15. Casuality Register. Claims which has not been preferred and discharged may advantageously be brought forward from the register of one year to that of the next and periodically notified in the Gazette for the information of parties.

This is done from time to time.

16. Family Pension Fund. The Register of this fund were found to be correctly posted and maintained. The receipt of the year's work is exhibited in the following statement.

between the figures of the Insurance Office and those of the Comptroller worked out. The action taken may also be recorded in the Register against each outstanding difference. The present Broad Sheet with interleaves brought into use since 1909-10 giving the differences of each month, is only a partial remedy. The total outstanding differences between the Comptroller's Office figures and the Insurance Office figures is not readily available from it.

13. Acquittance Rolls. Payees do not date their signature. The Acquittance Roll is signed by the Joint Secretary on the last day of the month before pay is disbursed. It is believed that he satisfies himself that stamps are affixed wherever necessary and that no part of the pay is held undisbursed when signing the next months bill. It was found that all the amounts drawn had been disbursed and stamps had been affixed in cases in which the amount paid exceeds Rs 20/- in each case.

This is looked to by the Assistant Secretary.

14. Contingent Register. The pay of the sweeper is disbursed on the last day of the month for which it is earned and not in the following month.

RECEIPTS.	Rs	a.	p.	EXPENDITURE.	Rs	a.	p.
Opening balance.	1116	2	8	Fees paid to medical Officers. ...	12	0	0
Subscriptions.	1045	8	8	Pensions paid during the year. ...	...		
Entrance Fee.	....						
Interest on the monthly balance of the Fund.	53	13	5	Closing balance.	2203	8	9
Total.	2215	8	9	Total.	2215	8	9

The only errors noticed were that the years realisation from subscribers No: 5 was posted in the ledger as Rs 41-8-0 instead of Rs 31-2-0 and that the interest allowed on the balance amount of the Fund had not been included in the accounts for June 1914. These errors were however since rectified.

Yes.

17. Annuities and life pensions have not the same attraction as policies for definite amounts payable either at a certain age or at death. This has been the experience of all life offices who generally have the issue of annuity certificates and the like as an integral part of their business. In a Premier Life Assurance Company like the "Oriental Assurance Company" with its 39 years

(Continued)

of working, there were only 29 annuity bonds at theclose of 1913 against 64097 policies then in force. The progress of the Mysore State Family Pension has been no exception to the general rule.

We have the honor to be,

Sir,

Your most obedient servants,

(S/d). T. Lakshminarasimha Rao

A. Narasimmachar

Copy with Mr. [illegible] & Chandra

Bangalore,

20th February 1915.

Asstt: Secretary.